STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING

1588 West North Temple

Salt Lake City, Utah 84116

(801) 533-5771

TO: Board of Oil, Gas & Mining

FROM: Leland C. Spencer, Reclamation Engineer

SUBJECT: Surety Agreement Pursuant to Final Approval of Amendment to the Notice
of Intent and Reclamation Plan, Rio Algom Corporation, Lisbon Mine,
San Juan County, Utah, ACT/037/001

DATE: September 19, 1980

Pursuant to the findings of the Board to give tentative approval to Rio Algom
Corporation for revision of their reclamation plan following completion of under-
ground uranium mining at Lisbon Mine, the Division published a notice in the Salt
Lake Tribune and the Deseret News on August 30, 1980. Copies of the proof of
publication are attached herewith (Attachment No. 1).

Rio Algom Corporation via their representing attorney David R. Bird, Esq.,
of the firm Parsons, Behle and Latimer, has submitted a copy of the Mined Land
Reclamation Agreement and Escrow Agreement (Attachment 2). These agreements have
been approved as to form by Denise A. Dragoo, Special Assistant to the Attorney
General and by myself for amount.

At the Executive Session of the Board on September 26, 1980, the Division
seeks the execution of the surety agreement. Further, after execution of the
agreement by the Board and Rio Algom Corporation, and upon expiration of the period
for receiving public comment, September 30, 1980, and having received no protest,
the Division wishes authorization by the Board to issue final approval of the Notice
of Intent and Mining and Reclamation Plan for the Lisbon Mine on October 1, 1980.

Enclosures: Attachment 1 and 2

cc: David R. Bird, Esq.
      Parsons, Behle and Latimer

LCS/btm